Form 3160-3 (August, 2007)

UNITED STATES

FORM APPROVED OMB NO 1004-0137 Expires July 31, 2010

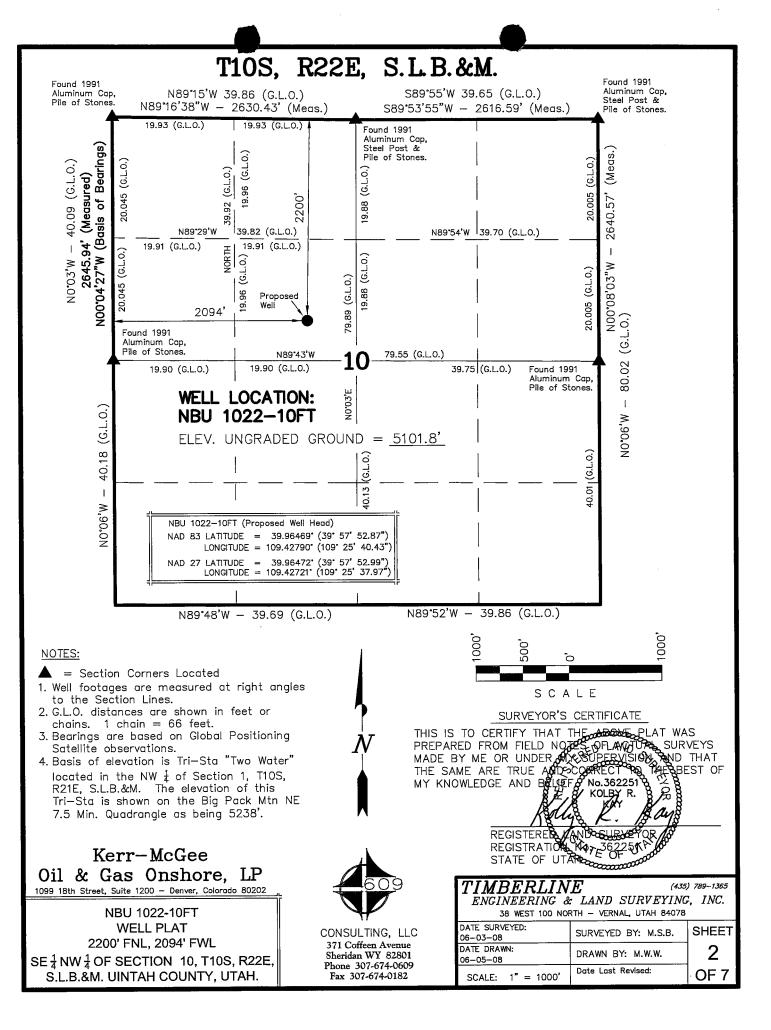
DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

	Ex	cpires	Jul
5	Lease Serial 1	No	

BUREAU OF LAND MAN	AGEMENT	UTU-025187		
APPLICATION FOR PERMIT TO I	6. If Indian, Allottee or Tribe Name			
	THE OR RELATION	N/A		
1a Type of Work. X DRILL		7 If Unit or CA Agreement, Name and No. 891008900A		
1a Type of Work. LX DRILL	a Type of Work.			
1b. Type of Well: X Gas Well Other		8. Lease Name and Well No.		
	Single Zone X Multiple 2			
2. Name of Operator		9. API Well No.		
Kerr-McGee Oil & Gas O	nshore, LP	43-047-40196		
	3b Phone No (include area code)	10 Field and Pool, or Exploratory		
P O Box 173779	720 929 6226	Natural Buttes Field		
Denver, CO 80217-3779	<i>I G</i>			
4 Location of well (Report location clearly and In accordance At surface 2200 2094 634327 X	tance with any State requirements	*) 11 Sec,T,R,M,or Blk and Survey or Area		
FNL FWL SE NW Lat	39.964 72 Long -109 427			
44248054	-109. 427233	Sec 10 T 10S R 22E		
At proposed prod zone N/A	NAD 27			
14 Distance in miles and direction from the nearest town of	or post office*	12 Cou State		
25 miles northeast of Ouray, Utah		Uintah Utah		
15. Distance from proposed*	16 No of acres in lease	17 Spacing Unit dedicated to this well		
location to nearest 2094		•		
property or lease line, ft	600	40		
(Also to nearest drlg unit line, if any)				
18 Distance from proposed location* to pearest well, drilling, completed. 30'	19 Proposed Depth	20 BLM/ BIA Bond No. on file		
to nearest well, drilling, completed, 30' applied for, on this lease, ft	8600'	WYB000291		
applied for, on this lease, it		Esti		
21. Elevations (Show whether DF RT, GR, etc)	22. Aproximate date work w	vill start* mat		
5,102' GR	Upon Approval	10 days		
5,102 OK	24 Attachments	Tro days		
The following, completed in accordance with the requirem	·	No. 1 shall be attached to this form:		
The following, completed in accordance with the requirem	and of Offshore of and out order	TO I Shall be attabled to this form		
1. Well plat certified by a registered surveyor	4 Bond to cover the	e operations unless covered by existing bond on file(se		
2 A Drilling Plan.	ıtem 20 above)	•		
3. A Surface Use Plan (1f the location is on National Fore				
SUPO shall be filed with the appropriate Forest Service		pecific information and/ or plans as may be required by		
	authorized office			
25. Signature	Name (Printed/ Typed) Kevin	McIntyre RECEIVED		
- Mil				
Title Regulatory Analyst		JUN 27 2008		
Approved By Signature	Name (Printed/ Typed)	DIV. OF OIL, GAS & MINING		
Approved by this market	BRADI EY G. HIL	DIV. OF OIL, GAO & IN		
Title	Office NVIRONMENTAL MANAG			
1,	CIAAII (CIAIIICIAI)	07-16-08		
Application approval does not warrant or certify that the applicant	holds legal or equitable title to those ri	ghts in the subject lease which would entitle the applicant to		
conduct operations thereon.				
Conditions of approval, if any, are attached				

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction



NBU 1022-10FT SENW Sec. 10, T10S,R22E UINTAH COUNTY, UTAH UTU-025187

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. <u>Estimated Tops of Important Geologic Markers</u>:

Formation	<u>Depth</u>
Uinta Green River	0- Surface 1058'
Bird's Nest	1358'
Mahogany	1838'
Wasatch	4164'
Mesaverde	6490'
MVU2	7493'
MVL1	8069'
TD	8600'

2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1058'
	Bird's Nest	1358'
	Mahogany	1838
Gas	Wasatch	4164'
Gas	Mesaverde	6490'
Gas	MVU2	7493'
Gas	MVL1	8069'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

4. <u>Proposed Casing & Cementing Program:</u>

Please see the Natural Buttes Unit SOP.

5. <u>Drilling Fluids Program:</u>

Please see the Natural Buttes Unit SOP.

6. <u>Evaluation Program</u>:

Please see the Natural Buttes Unit SOP.

7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 8600' TD, approximately equals 5332 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3440 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

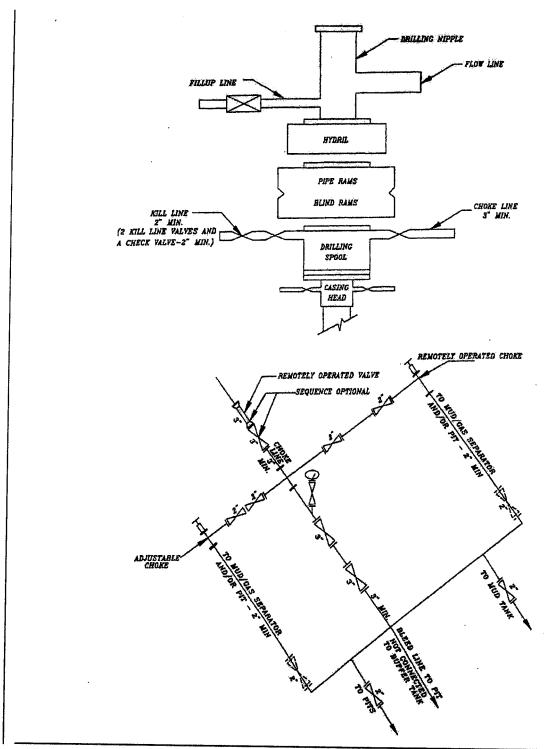
9. <u>Variances:</u>

Please see Natural Buttes Unit SOP. Please see Kerr McGee's sundry regarding variance request to Onshore Order #2 regarding Air drilling for surface casing.

10. Other Information:

Please see Natural Buttes Unit SOP.

EXHIBIT A



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

NBU 1022-10FT SENW Sec. 10 ,T10S,R22E UINTAH COUNTY, UTAH UTU-025187

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

2. Planned Access Roads:

No new access road is planned, as this is a twin location. Refer to Topo Map B.

Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

No new pipeline, as we will be utilizing the existing NBU #248 pipeline. No TOPO D attached.

Please see the Natural Buttes Unit SOP.

Variances to Best Management Practices (BMPs) Requested:

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

Interim Surface Reclamation Plan:

This exception is requested due to the current twin and multi-well program. If determined that this well will not be a candidate for either twinning &/or multi-well the operator shall spread the topsoil pile on the location up to the rig anchor points. The location will be reshaped to the

original contour to the extent possible. The operator will reseed the area using the BLM recommended seed mixture and reclamation methods.

5. <u>Location and Type of Water Supply:</u>

Please see the Natural Buttes SOP.

6. Source of Construction Materials:

Please see the Natural Buttes SOP

7. <u>Methods of Handling Waste Materials:</u>

Please see the Natural Buttes SOP.

A plastic reinforced liner is to be used as discussed during on-site inspection. It will be a minimum of 20 mil thick and felt, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E, Pipeline Facility Sec. 36, T9S, R20E, Goat Pasture Evaporation Pond SW/4 Sec. 16, T10S, R22E, Bonanza Evaporation Pond Sec. 2, T10S, R23E (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities:

Please see the Natural Buttes SOP.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

upon reclamation of the pit the following seed mixture will be used. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

Crested Wheatgrass 12 lbs.

Operator shall call the BLM for the seed mixture when final reclamation occurs.

11. <u>Surface/Mineral Ownership:</u>

The well pad, access road, pipeline and mineral ownership are listed below:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

12. Stipulations

Wildlife Stipulations:

Antelope Stipulations:
 No construction from May 15 through June 20.

Critical Soils Stipulations:

No construction when wet.

13. Other Information:

A Class III archaeological survey and a paleontological survey have been performed and will be submitted.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

14. <u>Lessee's or Operator's Representative & Certification</u>:

Kevin McIntyre Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP P.O. Box 173779 Denver, CO 80217-3779 (720) 929-6226

Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East
Vernal, UT 84078
(435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bond #WYB000291.

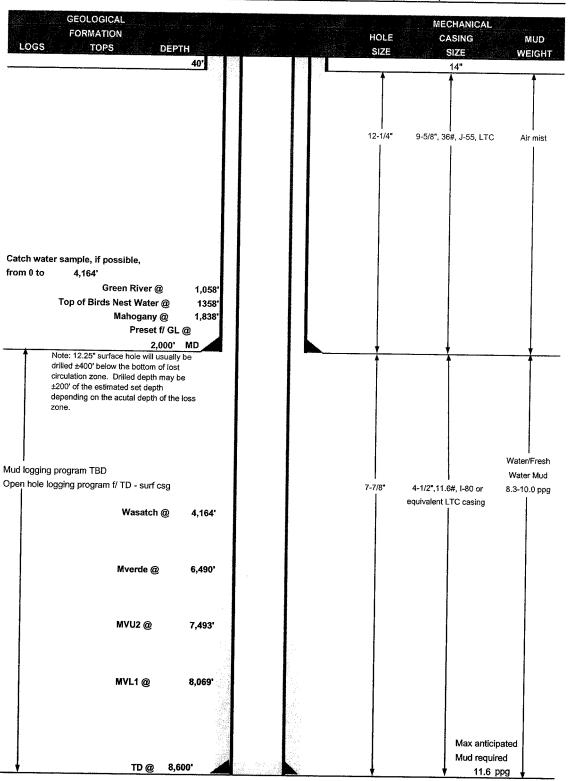
I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Kime	6/24/2008
Kevin McIntyre	Date



KerrNcGee KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME	KERR-McGEE OIL & GAS ONSHORE LP	DATE	June 24,	2008		
WELL NAME	NBU 1022-10FT	TD	8,600'	MD/TVD		* ****
FIELD Natural Butt	OTATE		LEVATION	5,102' GL	KE	3 5,117'
SURFACE LOCATION	SENW 2200' FNL & 2094' FWL, SEC. 10, T1	0S, R22E			BHL	Straight Hole
	Latitude: 39.964720 Longitude: -10	9.427210		NAD 27		
OBJECTIVE ZONE(S)	Wasatch/Mesaverde					
ADDITIONAL INFO	Regulatory Agencies: BLM (SURF & MINER	ALS), UDOGM	, Tri-County I	lealth Dept.		



CASING PROGRAM

			(locoreactive)		DESIGN FAI			ACTORS	
00)	SIZE	INTERVAL	WT.	GR:	CPLG.	BURST	COLLAPSE	TENSION	
CONDUCTOR	14"	0-40'							
						3520	2020	453000	
SURFACE	9-5/8*	0 to 2000	36.00	J-55	LTC	1.07	2.16	8.01	
						7780	6350	201000	
PRODUCTION	4-1/2"	0 to 8600	11.60	I-80	LTC	2.36	1.22	2.31	
						2.00	1.22	2.31	
4) 14-14 (11 14 15 1					L				

¹⁾ Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)

2) MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft-partial evac gradient x TD) 11.6 ppg)

(Burst Assumptions: TD =

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP 3440 psi

CEMENT PROGRAM

		FT OF FILE	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele			10000000000	1.10
	TOP OUT CMT (1	200	20 gals sodium silicate + Premium cmt	50	\$1.05 OF \$1,645 (\$)	15.60	440
			+ 2% CaCl + .25 pps flocele			13.00	1.18
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.	4 - 4 - 2 - 2 - 2 - 2 - 2 - 2 - 2 - 2 -	15.60	1.18
SURFACE		207	NOTE: If well will circulate water to si		ion 2 will b		1.10
Option 2	LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
			+.25 pps Flocele + 3% salt BWOC		5070	,	3.02
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
			+ .25 pps flocete				
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.	W. 146 844-763.008	15.60	1.18
				,		.0.00	7.10
PRODUCTION	N LEAD	3,660'	Premium Lite II + 3% KCI + 0.25 pps	400	60%	11.00	3.38
			celloflake + 5 pps gilsonite + 10% gel		5676	11.00	3.36
			+ 0.5% extender	C381.973.57933			
	TAIL	4,940'	50/50 Poz/G + 10% salt + 2% gel	1380	60%	14.30	1.31
			+.1% R-3				1.01
			+.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring
	centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe 1 it float collar. Controllar first 2 injute 9 man shird in the first
	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

ADDITIONA

ADDITION	AL INFORMATION		3.
	Test casing head to 750 psi aft	er installing. Test surface casing to 1,500 psi prior to drilling out.	
		ar and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &	
	tour sheet. Function test rams	on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper	
	& lower keliy valves.	5 The state of the	
	Drop Totco surveys every 2000	o'. Maximum allowable hole angle is 5 degrees.	
		or mud monitoring. If no PVT is available, visual monitoring will be utilitzed.	
		y this will have a similar to the si	
DRILLING	ENGINEER:	DATE:	
		Brad Laney	
DRILLING	SUPERINTENDENT:	, DATE	

NBU 1022-10FT.xls

Randy Bayne

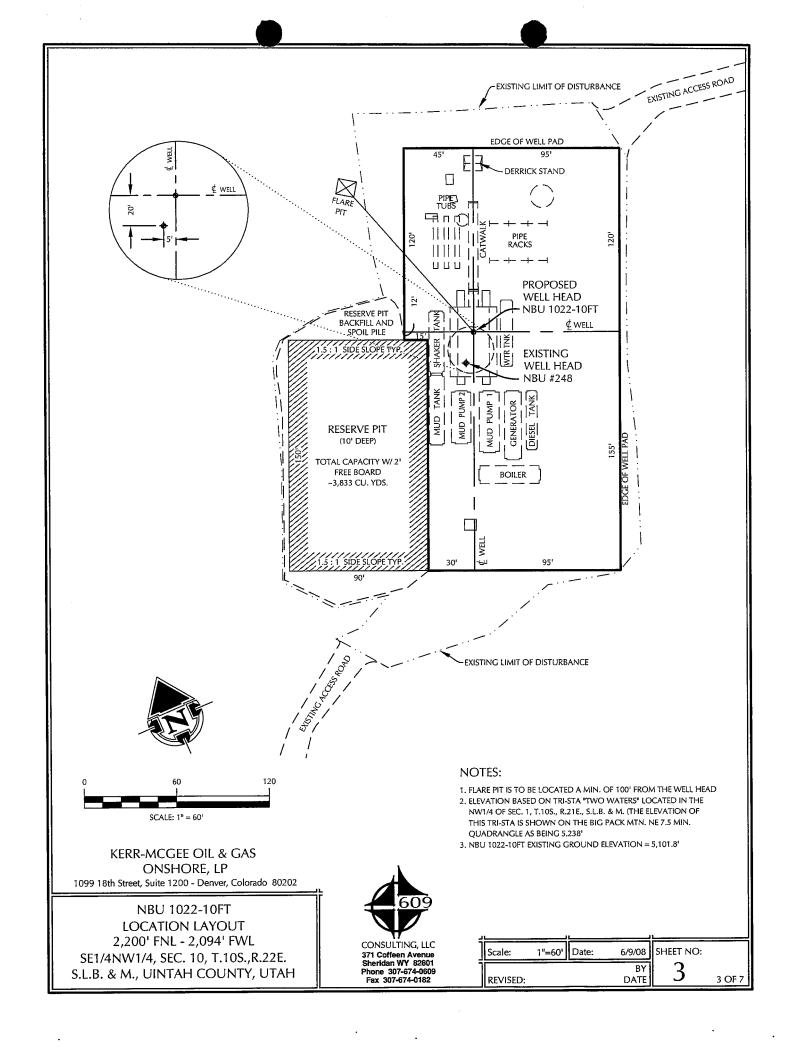
DATE:

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

Kerr-McGee Oil & Gas Onshore, LP NBU #1022-10FT SECTION 10, T10S, R22E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH, ALONG U.S. HIGHWAY 40 APPROXIMATELY 13.2 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 16.5 MILES TO OURAY, UTAH; PROCEED FROM OURAY, UTAH, IN A SOUTHERLY DIRECTION ON STATE HIGHWAY 88 APPROXIMATELY 9.4 MILES TO THE JUNCTION OF STATE HIGHWAY 88 AND SEEP RIDGE ROAD; EXIT LEFT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND GLEN BENCH ROAD; EXIT LEFT AND PROCEED IN AN EASTERLY DIRECTION FOR APPROXIMATELY 5.1 MILES TO THE JUNCTION OF THIS ROAD AND BITTER CREEK ROAD; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION, GRADUALLY CHANGING TO SOUTHEASTERLY FOR APPROXIMATELY 4.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH: TURN LEFT AND PROCEED IN A NORTHERLY DIRECTION APPROXIMATELY 3.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST; TURN RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.8 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTH: TURN RIGHT AND PROCEED IN AN EASTERLY DIRECTION FOR APPROXIMATELY 0.9 MILES TO THE JUNCTION OF THIS ROAD AND THE PROPOSED NBU 1022-10FT WELL LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH, TO THE PROPOSED NBU 1022-10FT WELL LOCATION IS APPROXIMATELY 54.7 MILES.



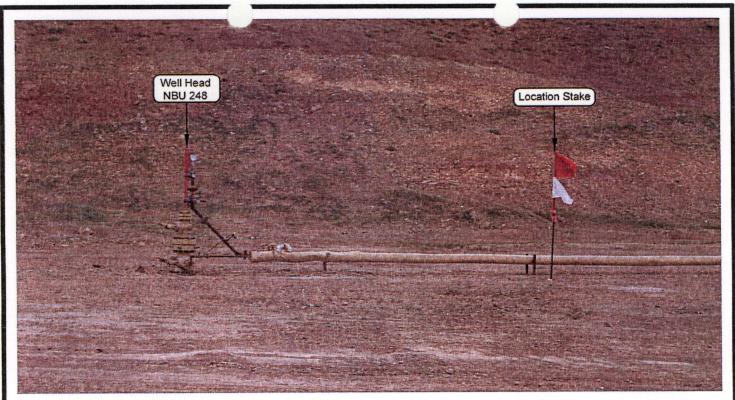


PHOTO VIEW: LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

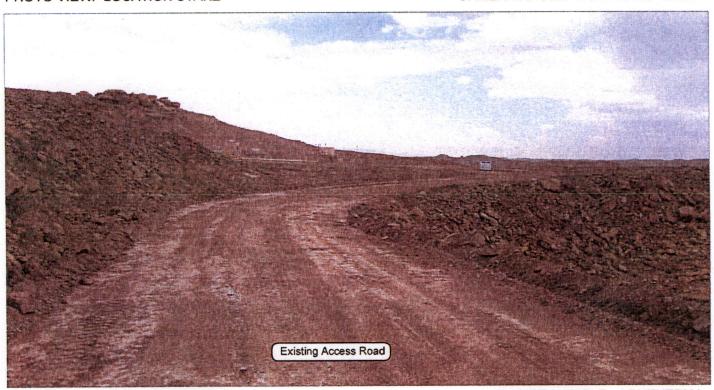


PHOTO VIEW: EXISTING ROAD

Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street, Suite 1200 - Denver, Colorado 80202

NBU 1022-10FT 2200' FNL, 2094' FWL SE 4 NW 4 OF SECTION 10, T10S, R22E, S.L.B.&M. UINTAH COUNTY, UTAH.



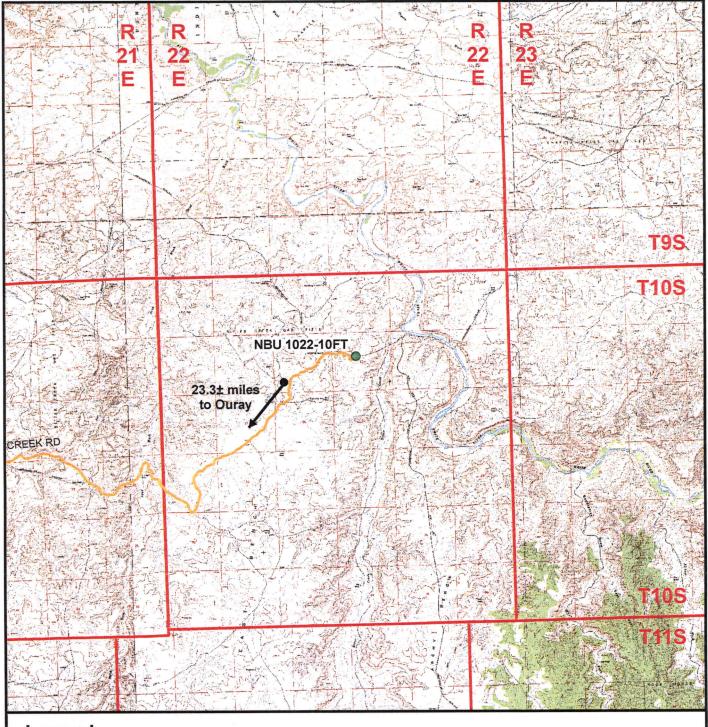
CONSULTING, LLC 371 Coffeen Avenue Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

CAMERA ANGLE: SOUTHERLY

LOCATION	PHOTOS	DATE TAKEN: 06-03-08
LOCATION PHOTOS		DATE DRAWN: 06-05-08
TAKEN BY: M.S.B.	DRAWN BY: M.W.W.	REVISED:

Timberline

(435) 789-1365 Engineering & Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078 SHEET OF 7



Legend

Proposed NBU 1022-10FT Well Location

Existing Access Roads

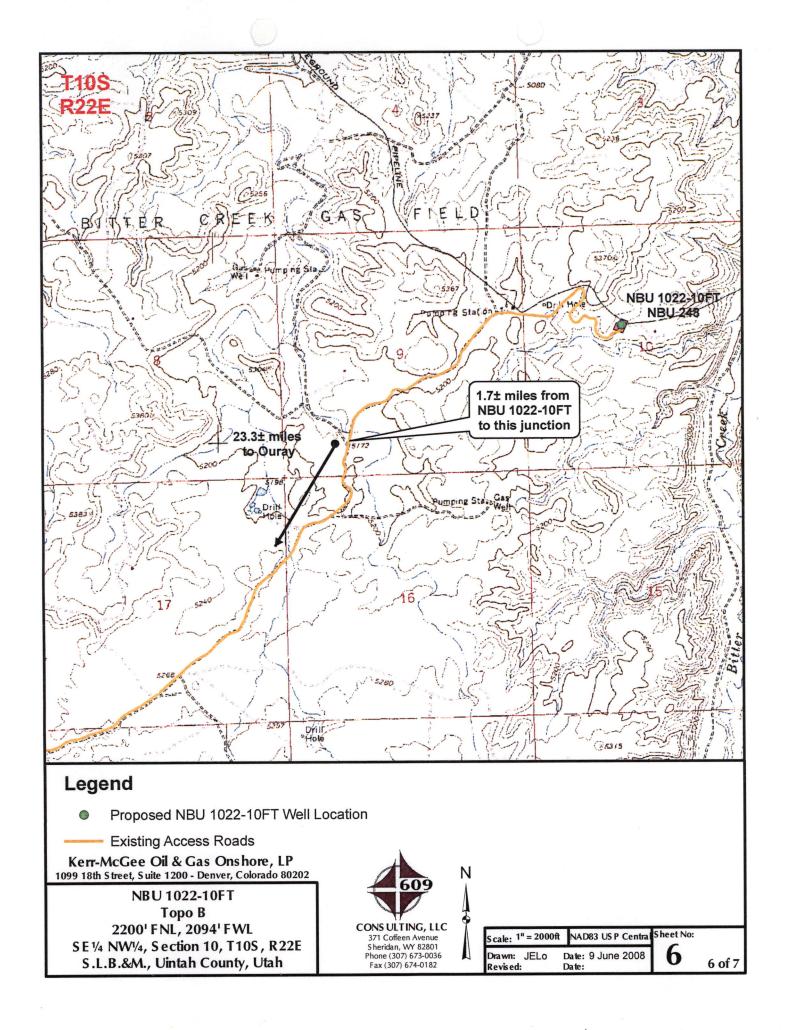
Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street, Suite 1200 - Denver, Colorado 80202

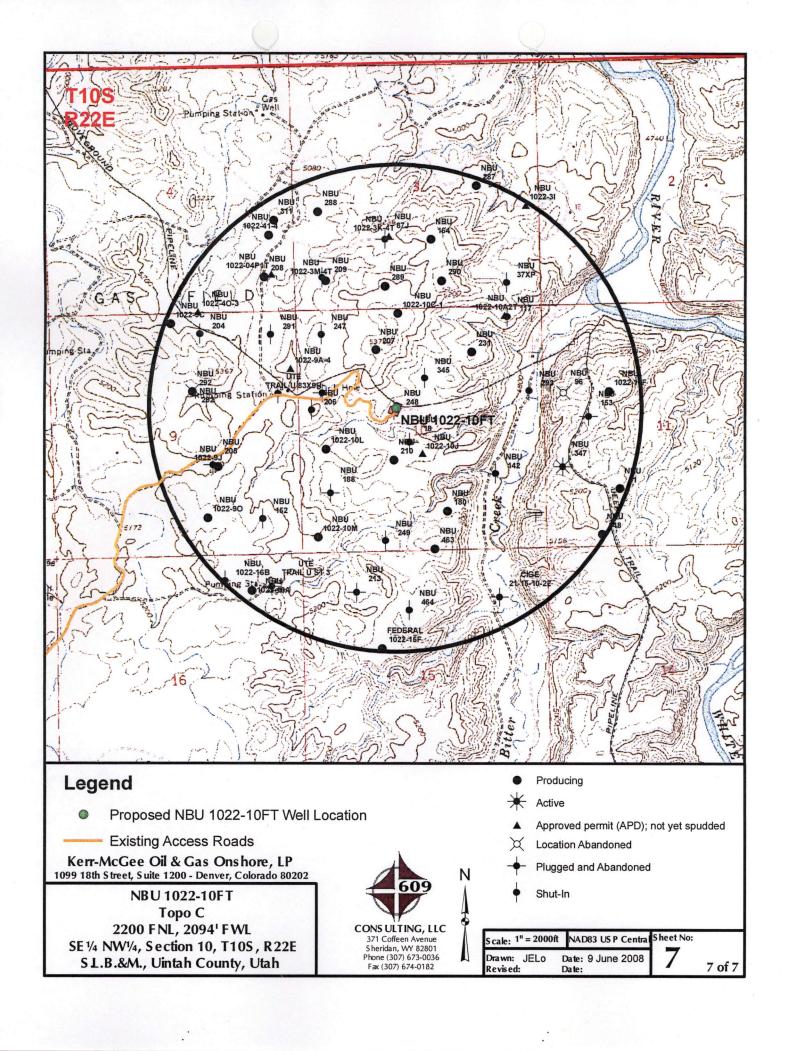
NBU 1022-10FT Topo A 2200' FNL, 2094' FWL SE¼ NW¼, Section 10, T10S, R22E S.L.B.&M., Uintah County, Utah



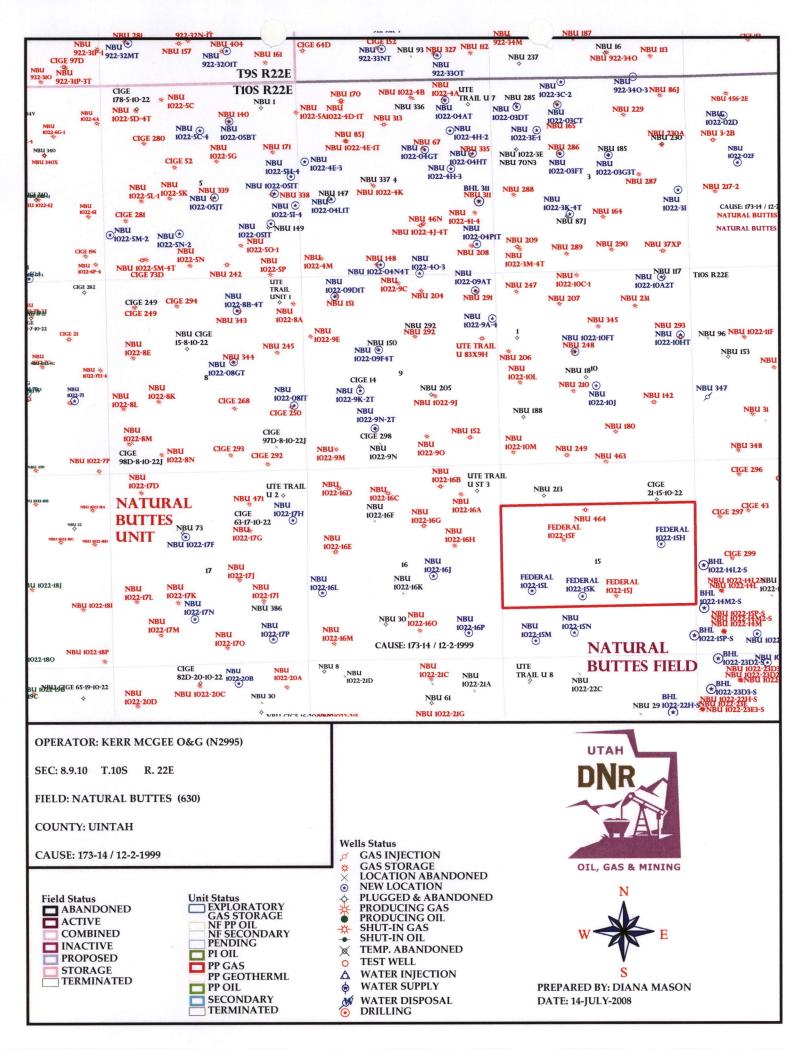
CONS ULTING, LLC 371 Coffeen Avenue Sheridan, WY 82801 Phone (307) 673-0036 Fax (307) 674-0182

Scale: 1:100,000	NAD83 US P Central	Sheet No:	
Drawn: JELo Revised:	Date: 12 June 2008 Date:	5	5 of 7





APD RECEIVED: 06/27/2008	API NO. ASSIG	GNED: 43-047	7-40196
WELL NAME: NBU 1022-10FT			
OPERATOR: KERR-MCGEE OIL & GAS (N2995)	PHONE NUMBER:	720-929-622	6
CONTACT: KEVIN MCINTYRE			
PROPOSED LOCATION:	INSPECT LOCATN	BY: /	/
SENW 10 100S 220E SURFACE: 2200 FNL 2094 FWL	Tech Review	Initials	Date
BOTTOM: 2200 FNL 2094 FWL	Engineering		
COUNTY: UINTAH	Geology		
LATITUDE: 39.96462 LONGITUDE: -109.4272 UTM SURF EASTINGS: 634327 NORTHINGS: 442480	Surface		
FIELD NAME: NATURAL BUTTES (630)			
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-025187 SURFACE OWNER: 1 - Federal	PROPOSED FORMA COALBED METHAN		VD
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:		
✓ Plat	R649-2-3.		
Bond: Fed[1] Ind[] Sta[] Fee[]	Unit: NATURAL BUTTES		
(No. <u>WYB000291</u>)			
	R649-3-2. Gener		*****
$-\frac{}{}$ Oil Shale 190-5 (B) or 190-3 or 190-13	Siting: 460 From Q		Between Wells
Water Permit	R649-3-3. Excep	otion	
(No. $43-8496$) RDCC Review (Y/N)	✓ Drilling Unit		
(Date:)	Board Cause No:	173-1	4
WA Fee Surf Agreement (Y/N)	Eff Date: Siting: 4406 fr	12-2-19	999 Track
NAN Intent to Commingle (Y/N)		() (
	R649-3-11. Dire	ectional Dri	11
COMMENTS:			
STIPULATIONS: 1- Sederal	Opprove ()		
2- Du	SHALE		
		-	



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

July 15, 2008

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2008 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ Wasatch/MesaVerde)

43-047-40184	NBU	921-30FT	Sec	30	T09S	R21E	1585	FNL	2614	FWL
43-047-40185	NBU	921-31BT	Sec	31	T09S	R21E	0670	FNL	2008	FEL
43-047-40170	NBU	921-27KT	Sec	27	T09S	R21E	1527	FSL	1821	FWL
43-047-40171	NBU	921-27MT	Sec	27	T09S	R21E	0634	FSL	0931	FWL
43-047-40172	NBU	921-27OT	Sec	27	T09S	R21E	0646	FSL	2211	FEL
43-047-40173	NBU	921-27HT	Sec	27	T09S	R21E	2025	FNL	0623	FEL
43-047-40174	NBU	921-27LT	Sec	27	T09S	R21E	1954	FSL	0641	FWL
43-047-40175	NBU	921-33K	Sec	33	T09S	R21E	2066	FSL	1926	FWL
43-047-40227	NBU	921-27C2D	Sec	27	T09S	R21E	0650	FNL	1730	FWL
43-047-40203	NBU	921-27D2DS	Sec	27	T09S	R21E	0660	FNL	1713	FWL
		BHL	Sec	27	T09S	R21E	0395	FNL	0350	FWL
43-047-40202	NBU	921-27D2AS	Sec	27	T09S	R21E	0640	FNL	1747	FWL
		BHL	Sec	27	T09S	R21E	0050	FNL	0350	FWL
43-047-40201	NBU	921-27C2AS	Sec	27	T09S	R21E	0630	FNL	1765	FWL
		BHL	Sec	27	T09S	R21E	0300	FNL	1730	FWL
43-047-40169	NBU	921-26IT	Sec	26	T09S	R21E	1964	FSL	0674	FEL
43-047-40176	NBU	922-29NT	Sec	29	T09S	R22E	0845	FSL	1627	FWL
43-047-40177	NBU	922-29KT	Sec	29	T09S	R22E	1795	FSL	1936	FWL
43-047-40178	NBU	922-31BT	Sec	31	T09S	R22E	0888	FNL	2191	FEL

43-047-40179	NBU	922-32ET	Sec	32	T09S	R22E	2477	FNL	0094	FWL
43-047-40186	NBU	922-33OT	Sec	33	T09S	R22E	0692	FSL	1465	FEL
43-047-40187	NBU	922-33NT	Sec	33	T09S	R22E	0890	FSL	2291	FWL
43-047-40188	NBU	922-33IT	Sec	33	T09S	R22E	2115	FSL	0579	FEL
43-047-40191	NBU	1022-04GT	Sec	04	T10S	R22E	1897	FNL	1861	FEL
43-047-40189	NBU	922-35IT	Sec	35	T09S	R22E	2133	FSL	0627	FEL
43-047-40190	NBU	1022-01CT	Sec	01	T10S	R22E	0819	FNL	2106	FWL
43-047-40192	NBU	1022-08IT	Sec	08	T10S	R22E	1757	FSL	0323	FEL
43-047-40193	NBU	1022-08GT	Sec	08	T10S	R22E	2313	FNL	1922	FEL
43-047-40194	NBU	1022-09AT	Sec	09	T10S	R22E	0472	FNL	0582	FEL
43-047-40195	NBU	1022-10HT	Sec	10	T10S	R22E	1798	FNL	0297	FEL
43-047-40196	NBU	1022-10FT	Sec	10	T10S	R22E	2200	FNL	2094	FWL
43-047-40204	NBU	1022-32D1S	Sec	32	T10S	R22E	0205	FNL	2058	FWL
		BHL	Sec	32	T10S	R22E	0270	FNL	1310	FWL
43-047-40205	NBU	1022-32D4AS	Sec	32	T10S	R22E	0198	FNL	2077	FWL
		BHL	Sec	32	T10S	R22E	0760	FNL	1180	FWL
43-047-40206	NBU	1022-32B3S	Sec	32	T10S	R22E	0185	FNL	2114	FWL
		BHL	Sec	32	T10S	R22E	1150	FNL	2130	FEL
43-047-40207	NBU	1022-32D4DS	Sec	32	T10S		0192	FNL	2096	FWL
		BHL	Sec	32	T10S	R22E	1240	FNL	1050	FWL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining
 Central Files
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:7-15-08





MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

July 16, 2008

Kerr-McGee Oil & Gas Onshore, LP P O Box 173779 Denver, CO 80217-3779

Re:

NBU 1022-10FT Well, 2200' FNL, 2094' FWL, SE NW, Sec. 10, T. 10 South,

R. 22 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-40196.

Sincerely,

StipZL

Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office



Location: SE NW	Sec. 10	T. 10 South	R. 22 East
Lease:	UTU-025187		
API Number:	43-047-40196		,
Well Name & Number	NBU 1022-10FT		
Operator:	Kerr-McGee Oil &	c Gas Onshore, LP	

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

Form 3160-3 (August, 2007)

UNITED STATES

DEPARTMENT OF THE INTERIOR RECEIVED 5. Le
BUREAU OF LAND MANAGEMENYERNAL FIELD OFFICE

Expires:	July 31, 2010
ease Serial No.	DL

Lease Serial No.	MAN
E	

			<u> </u>			-023187		
APPLICATION FOR PERMIT TO	DRILL &	REFERE	M 1/2 ^{6.}	59 If India	n, Allottee	or Tribe Na N/A	ıme	
la. Type of Work: X DRILL	REENTER	1111	7. INTERI IND HAGE	If Unit of	or CA Agre 8910 Jame and W	ement, Nar 08900A	me and	No.
ib. Type of Well: X Gas Well Oth	er Sing	le Zone X Multiple	Zone	Lease iv		BU 1022-1	0FT	
2. Name of Operator		<u> </u>		API We				
	0 1 7	70	1	Arrwe	ali NO.	45		
Kerr-McGee Oil & Gas				<u>43</u>	047		196	
3a. Address P.O. Box 173779	3b. Phone N	o. (include area code)) 10.	Field an	id Pool, or l	Explorator	У	
Denver, CO 80217-3779		720.929.6226		tural Butte	es Field			<u> </u>
4. Location of well (Report location clearly and In acc	cordance with a	iny State requirements	.*) 11.	Sec.,T.,	R.,M.,or E	3lk.and St	irvey c	or Area
At surface 2200 2094 FNL FWL SE NW La	t. 39.9647	Z Long109.42	721		C 10 T	10C D 22	r	
At proposed prod. zone N/A	NA	D 27			Sec 10 1	10S R 22I	<u>.</u>	
14. Distance in miles and direction from the nearest tow	n or post office	*	12.	. Cou Sta	ate			
25 miles northeast of Ouray, Utah			U	intah		Utah		
15. Distance from proposed*	16. N	No. of acres in lease	17. Spa	cing Unit	t dedicated	to this wel	i	
location to nearest 2094			1	J			•	
property or lease line, ft.	600		40					
(Also to nearest drlg. unit line, if any)			<u> </u>	<u> </u>				
18. Distance from proposed location*	19. F	roposed Depth	20. BL	M/ BIA B	Bond No. or	ı file		
to nearest well, drilling, completed, 30' applied for, on this lease, ft.		8600'	WYDO	00001				
applied for, on this lease, it.			WYB0	Esti	· · · · · · · · · · · · · · · · · · ·			
21. Elevations (Show whether DF. RT, GR, etc.)	22. A	Aproximate date work	will start	1				
5,102' GR	Upor	Approval		10 days				
	24. A	ttachments						
The following, completed in accordance with the require	ements of Onsh	ore Oil and Gas Order	No. I sh	all be atta	ached to thi	s form:		
 Well plat certified by a registered surveyor. A Drilling Plan. 		4. Bond to cover the item 20 above).	ne operat	ions unles	ss covered l	by existing	bond or	n file(se
3. A Surface Use Plan (if the location is on National F	orest System I :		ration					
SUPO shall be filed with the appropriate Forest Serv		6. Such other site sauthorized office	specific in	ıformatio	n and/ or p	lans as may	/ be requ	uired by
25. Signature	Name (Print	ted/Typed) Kevin	n McInty	re				
Title Regulatory Analyst	: I	salaciaco de la companya de la comp	<u> </u>		· · · · · · · · · · · · · · · · · · ·			
Approved By (Signature)	Name (Print	ed/Typed)		<u> </u>	· · · · · · · · · · · · · · · · · · ·	NOV	/ 15	9 2008
Title Assistant Field Manager Lands & Mineral Resources	Office	VERNAL FIEL	D OFF	ice				
Application approval does not warrant or certify that the application	ant holds legal or	equitable title to those r	ights in th	ne subject l	lease which	would entitl	e the anr	olicant to
conduct operations thereon.	ITIMA	SOFA	ĎDI	INC	IAI	American	A	1 1 Jan 10
Conditions of annual if any anathralist		NUVIA				/A 1/		ry in 1

(Continued on page 2) 10NOS 08PP1017A

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NOTICE OF APPROVAL

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the

* (Instructions on page 2) NOV 2 4 2008

RECEIVED

DIV. OF OIL, GAS & MINING



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Kerr McGee Oil & Gas Onshore, LP SENW, Sec.10, T10S, R22E Location: Well No: **NBU 1022-10FT** Lease No: UTU-025187

API No: 43-047-40196 Agreement: **Natural Buttes Unit**

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
NRS/Enviro Scientist:	David Gordon	(435) 781-4424	

Fax: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 6 Well: NBU 1022-10FT 11/17/2008

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

SITE SPECIFIC COAs:

Golden Eagle - January 1 through August 31 No drilling or construction during the above indicated dates unless nest is not active. Per recommendation of the BLM authorized agent.

Page 3 of 6 Well: NBU 1022-10FT

11/17/2008

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- A copy of Kerr McGee's Standard Operating Practices (SOP version: dated 7/17/08 and approved 7/28/08) shall be on location.
- Drilling plan specifics and practices are referenced in the Kerr McGee Oil & Gas Standard
 Operating Procedures (SOP version: July 28, 2008). The operators drilling plan items 3 to 9
 reference the SOP. Kerr McGee shall adhere to the referenced requirements in the SOP.
 Kerr McGee and their contractors shall adhere to all Oil and Gas rules and requirements listed
 in the Code of Federal Regulations and all Federal Onshore Oil and Gas Orders except where
 variances have been granted.
- Covering air/gas drilling operations, requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
- Production casing cement shall be brought up and into the surface casing. Production casing minimum cement top is 1200 ft. The minimum cement top is approximately 800 ft above the surface casing shoe.
 - Cmnt Top (TOC) standard will place cmnt behind casing across formation lost circulation zone, Birds Nest Zone.
 - COA specification fulfills operators performance standard stated in APD (where operators toc is calc'd with an excess to reach surface).
- A Gamma Ray well Log shall be run from the well Total Depth to the surface.
 A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- <u>Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in</u> advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.

Page 4 of 6 Well: NBU 1022-10FT 11/17/2008

All BOPE components shall be inspected daily and those inspections shall be recorded in the
daily drilling report. Components shall be operated and tested as required by Onshore Oil &
Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
reported in the driller's log.

- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: NBU 1022-10FT 11/17/2008

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
 be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
 reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major
 Events" will be reported in writing within 15 days. "Minor Events" will be reported on the
 Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 6 of 6 Well: NBU 1022-10FT 11/17/2008

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of
 a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval
 may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.

DIVISION OF OIL, GAS AND MINING SPUDDING INFORMATION Name of Company: Kerr-McGee Oil & Gas Onshore, LP Well Name: **NBU 1022-10FT** API No: 43-047-40196 Lease Type: <u>Federal</u> Section 10 Township 10S Range 22E County Uintah Drilling Contractor Pete Martin Drilling Rig # Bucket SPUDDED: Date 04/11/09 Time <u>09:00 AM</u> How Dry Drilling will Commence:______ Reported by Lew Weldon Telephone # 435-781-7060 Date 04/14/2009 Signed RM

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N 2995

Address

1368 SOUTH 1200 EAST

city VERNAL

zip 84078 state UT

(435) 781-7024 Phone Number

Well 1

API Number	Well Name			Sec	Twp	Rng	County
4304740196	NBU 1022-10FT		SENW	10	108	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	1		aty Assignment Effective Date		
В	99999	2900	-	1/11/200	9	41	16/09

Comments:

MIRU PETE MARTIN BUCKET RIG WSWD SPUD WELL LOCATION ON 04/11/2009 AT 0900 HRS.

Well 2

022-3K-4T	Prof. of T.	NESW	3	10S	22E	UINTAH
rent Entity N	P49 (3)			NESW 3 10S		31,1,7,1.7
- (ew Entity Number	Spud Date		7	y Assignment fective Date	
99999	900	4/9/2009		14,	116/09	
	99999 á	99999 3900 MARTIN BUCKET RIG WSM	99999 2900	99999 3900 4/9/2009 MARTIN BUCKET RIG WSMVD	99999 3900 4/9/2009 MARTIN BUCKET RIG WSM V D	99999 3900 4/9/2009 4/9/2009 4/9/2009 4/9/2009 4/9/2009 4/9/2009

Well 3

API Number	Well Name		QQ	Sec	Twp	Rng	County
4304740434	NBU 1022-2A2T		NENE	2	108	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	s	pud Dat	te		ity Assignment ffective Date
В	99999	2900	2	4/10/2009		٨	1/16/09
Comments: MIRU SPU	J PETE MARTIN BUCKE D WELL LOCATION ON	ET RIG WSMV 04/10/2009 AT 1000	NRS.				

ACTION CODES.

A - Establish new entity for new well (single well only)

B - Add new well to existing entity (group or unit well)

C - Re-assign well from one existing entity to another existing entity

D - Re-assign well from one existing entity to a new entity
 E - Other (Explain in 'comments' section)

APR 1 4 2009

SHEILA UPCHEGO

REGULATORY ANALYST

4/14/2009 Date

(5/2000)

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

Di	TO TO A T I OF I AND NAANIA	CEMENT			Empires.	July 51, 2010		
BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					5. Lease Serial No. UTU025187			
					6. If Indian, Allottee or Tribe Name			
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. UNIT #891008900A			
1. Type of Well					8. Well Name and No. NBU 1022-10FT			
☐ Oil Well ☐ Gas Well ☐ Other 2. Name of Operator Contact: SHEILA UPCHEGO					9. API Well No.			
KERR-MCGEE OIL & GAS ONSHORELMail: sheila.upchego@anadarko.com					43-047-40196			
3a. Address 3b. Phone No 1368 SOUTH 1200 EAST Ph: 435-78 VERNAL, UT 84078			. (include area code 1-7024					
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description	1)	11. County or		11. County or Parish,	arish, and State		
Sec 10 T10S R22E SENW 22	00FNL 2094FWL		UINTAH COUNTY, UT			TY, UT		
12. CHECK APPR	ROPRIATE BOX(ES) TO	O INDICATE	NATURE OF	NOTICE, R	LEPORT, OR OTHEI	R DATA		
TYPE OF SUBMISSION			ТҮРЕ О	F ACTION				
- 5× .1 .0×	☐ Acidize	☐ Dee	pen	☐ Product	tion (Start/Resume)	☐ Water Shut-Off		
☐ Notice of Intent	☐ Alter Casing		ture Treat	☐ Reclam	ation	■ Well Integrity		
🛮 Subsequent Report	☐ Casing Repair	_	Construction	☐ Recom	olete	☑ Other		
☐ Final Abandonment Notice	☐ Change Plans		and Abandon		arily Abandon	Well Spud		
	☐ Convert to Injection		□ Plug Back □ Water Disposal		•			
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Abdetermined that the site is ready for final MIRU PETE MARTIN BUCKE CMT W/28 SX READY MIX. SPUD WELL LOCATION ON	operations. If the operation re- pandonment Notices shall be fil- inal inspection.) T RIG. DRILLED 20" CO	sults in a multipled only after all	e completion or rec requirements, include	ompletion in a ding reclamatio	new interval, a Form 316 n, have been completed, a	0-4 shall be filed once and the operator has		
14. I hereby certify that the foregoing is	true and correct. Electronic Submission # For KERR-MCGE	#68896 verified E OIL & GAS (by the BLM We	Il Information nt to the Vern	ı System al			
Name (Printed/Typed) SHEILA UPCHEGO		Title OPERATIONS						
Signature Macrotic Suprassing Date 04/14/2009								
	THIS SPACE FO	FEDERA	L OR STATE	OFFICE U	SE			
Assessed Dec			Title		Date			
Approved By			1			·t		
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.			Office		· · · · · · · · · · · · · · · · · · ·			
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department of the United								

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-013
Expires: July 31, 201

SUNDRY Do not use thi abandoned we	UTU025187 6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRIPLICATE - Other instructions on reverse side.				7. If Unit or CA/Agreement, Name and/or No. UNIT #891008900A		
1. Type of Well ☐ Oil Well Gas Well ☐ Other				8. Well Name and No. NBU 1022-10FT		
Name of Operator KERR-MCGEE OIL & GAS OI	9. API Well No. 43-047-40196					
3a. Address 1368 SOUTH 1200 EAST VERNAL, UT 84078 3b. Phone No. (include area code) Ph: 435-781-7024				10. Field and Pool, or Exploratory NATURAL BUTTES		
4. Location of Well (Footage, Sec., T Sec 10 T10S R22E SENW 22			11. County or Parish, and State UINTAH COUNTY, UT			
12. CHECK APPE	ROPRIATE BOX(ES) TO INDIC	CATE NATURE OF 1	NOTICE, RE	PORT, OR OTHER	R DATA	
TYPE OF SUBMISSION		TYPE OI	F ACTION			
☐ Notice of Intent ☑ Subsequent Report ☐ Final Abandonment Notice	☐ Alter Casing ☐ Casing Repair ☐	Deepen Fracture Treat New Construction Plug and Abandon	☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☐ Water Disposal		□ Water Shut-Off □ Well Integrity ☑ Other Drilling Operations	
	☐ Convert to Injection	☐ Plug Back				
Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for final PROPETRO AIR RIG C SURFACE CSG. CMT W/350 LIFT LAND PLUG W/700 PSI DOWN BACKSIDE. 2ND TOF	true and correct.	I No. on file with BLM/BIA multiple completion or rect fler all requirements, includ " SURFACE HOLE TO G 1.15 YIELD. NO RE BUT W/100 SX PREM G @15.8 PPG 1.15 YI CKSIDE GOOD CMT	A. Required sub completion in a n ling reclamation 2 2290'. RAN ETURNS THE CLASS G @ IELD DOWN TO SURFAC	sequent reports shall be ew interval, a Form 3160, have been completed, a N 9 5/8" 36# J-55 ROUGH OUT JOB 2 15.8 PPG 1.15 YIE BACKSIDE. 3RD TOE HOLES STAYED	filed within 30 days 0-4 shall be filed once and the operator has 180 PSI LD OP OUT	
	Electronic Submission #69432 v For KERR-MCGEE OIL &					
Name (Printed/Typed) SHEILA U	Title OPERA	Title OPERATIONS				
Signature Signature S	The state of the	Date 04/24/2 DERAL OR STATE		 SE		
				· · · · · · · · · · · · · · · · · · ·		
Approved By	Title			Date		
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office						
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent				ke to any department or	agency of the United	

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

BUREAU OF LAND MANAGEMENT					5. Lease Serial No. UTU025187		
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE - Other instructions on reverse side.					7. If Unit or CA/Agreement, Name and/or No. UNIT #891008900A		
1 Tr							
Type of Well					8. Well Name and No. NBU 1022-10FT		
2. Name of Operator Contact: SHEILA UPCHEGO KERR-MCGEE OIL & GAS ONSHORELMail: sheila.upchego@anadarko.com Contact: SHEILA UPCHEGO KERR-MCGEE OIL & GAS ONSHORELMail: sheila.upchego@anadarko.com				9. API Well No. 43-047-40196			
3a. Address 1368 SOUTH 1200 EAST VERNAL, UT 84078	No. (include area cod 781-7024	e)	10. Field and Pool, or Exploratory NATURAL BUTTES				
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description	1)			11. County or Parish, and State		
Sec 10 T10S R22E SENW 2200FNL 2094FWL					UINTAH COUNTY, UT		
12. CHECK APPI	ROPRIATE BOX(ES) TO	O INDICAT	TE NATURE OF	NOTICE, R	EPORT, OR OTHE	R DA	хТА
TYPE OF SUBMISSION			ТҮРЕ (OF ACTION			
	☐ Acidize		eepen	☐ Product	tion (Start/Resume)		Water Shut-Off
☐ Notice of Intent	☐ Alter Casing	F1	☐ Fracture Treat ☐ Recla		ation		Well Integrity
Subsequent Report ■	☐ Casing Repair	_ N	ew Construction	☐ Recomp	olete	\boxtimes	Other
☐ Final Abandonment Notice	☐ Change Plans	□ P1	ug and Abandon	☐ Tempor	arily Abandon	Dr	illing Operations
	☐ Convert to Injection	□ P1	ug Back	☐ Water Disposal			
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) FINISHED DRILLING FROM 2290' TO 8620' ON 05/01/2009. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. LEAD CMT W/480 SX PREM LITE II @12.1 PPG 2.31 YIELD. TAILED CMT W/1185 SX 50/50 POZ @14.3 PPG 1.31 YIELD. FLUSH LINE & DROP PLUG DISPLACE W/132.8 BBLS WATER W/CLAYTREAT + 1 GAL MAGNACIDE & CORROSION INHIBITER BUMP PLUG W/3200 PSI ORIGINAL PUMPING PSI WAS 2700 500 OVER PSI 100% RETURNS W/10 BBLS CMT BACK TO SURFACE 1.5 BBLS BLEED OFF FLUSHED STACK & SET MANDREL W/50K STRING WT TOP OF TAIL @3667' CGG HOLE 8612' FLOAT 8569' NIPPLE DOWN BOP INSTALL NIGHT CAP & CLEAN MUD PITS. RELEASED PIONEER RIG 69 ON 05/02/2009 AT 1200 HRS.							
14. I hereby certify that the foregoing is	Electronic Submission	#69793 verif	ed by the BLM We	ell Information	System		
	For KERR-MCGE	E OIL & GAS	S ONSHORE L, se	nt to the Vern	al		
Name (Printed/Typed) SHEILA UPCHEGO			Title OPER	Title OPERATIONS			
Signature / Signature	Submission MUM		Date 05/06/	/2009			
	THIS SPACE FO	OR FEDER	RAL OR STATE	OFFICE U	SE		
Approved By			Title				Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.							
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations as	crime for any s to any matter	person knowingly as within its jurisdictio	nd willfully to m	ake to any department or	agenc	y of the United

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			FORM 9			
			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-025187			
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
	sals to drill new wells, significantly deepen e Igged wells, or to drill horizontal laterals. Usi		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-10FT					
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	9. API NUMBER: 43047401960000					
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2200 FNL 2094 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SENW Section: 10	P, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian: S		STATE: UTAH			
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	_ ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
Approximate date work will start.	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK			
☐ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
✓ DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
6/27/2009	☐ WILDCAT WELL DETERMINATION [OTHER	OTHER:			
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 06/27/2009 AT 9:00 AM. PLEASE REFER TO THE ATTACHED Accepted by the CHRONOLOGICAL WELL HISTORY. Utah Division of Oil, Gas and Mining FOR RECORD June 30, 2009						
NAME (PLEASE PRINT) Sheila Wopsock	PHONE NUMBER 435 781-7024	TITLE Regulatory Analyst				
SIGNATURE N/A		DATE 6/29/2009				

Operation Summary Report

Well: NBU 1022-10FT	Spud Conductor: 4/11/2009	Spud Date: 4/16/2009
Project: UTAH	Site: UINTAH	Rig Name No: PIONEER 69/69, PROPETRO/
Event: DRILLING	Start Date: 4/16/2009	End Date:

Active Datum: RKB @5,120.00ft (above Mean Sea Level)

UWI: 0/10/S/22/E/10/0/SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0

-е	V	31	,	
100	326	10	-	

Level)		-		vocanomon vocani 4	and and and and and and		
Date	Time Start-End	Duration (hr)	Phase	Code	Subco de2	P/U MD From (ft)	Operation
4/16/2009	15:00 - 0:00	9.00	DRLSUR	02		Р	MOVE IN AND RIG UP AIR RIG SPUD WELL @
4/17/2009	0:00 - 11:00	11.00	DRLSUR	02		Р	1500 HR 4/16/09 DRILL W/ AIR MIST 900' DA RIG DRILLED TO 1230' W/ AIR MIST HIT SOME
	11:00 - 17:00	6.00	DRLSUR	05		Р	WATER PREP TO TFNB TRIP DP OUT OF HOLE AND LAY DOWN AIR
	11.00 - 17:00	0.00	DKLOOK	05		г	HAMMER RIH WITH TRI CONE
	17:00 - 0:00	7.00	DRLSUR	02		P	RIG DRILLING AHEAD HIT TRONA WATER @ 1390' DRILLING WITH FLUID NO RETURNS
4/18/2009	0:00 - 12:00	12.00	DRLSUR	02		Р	RIG DRILLING AHEAD HIT MORE TRONA WATER FROM 1390'-1510' DA 1600'
	12:00 - 0:00	12.00	DRLSUR	02		Р	RIG DRILLING AHEAD DRILLING WITH FLUID NO RETURNS 1980'
4/19/2009	0:00 - 10:00	10.00	DRLSUR	02	Α	P	RIG DRILLED TO 2290' T/D WITH FLUID NO RETURNS CONDITION HOLE
	10:00 - 11:00	1.00	DRLSUR	09	А		SURVEY .25 DEG
	11:00 - 14:00	3.00	DRLSUR	05	D	P	TRIP DP OUT OF HOLE
	14:00 - 17:00	3.00	DRLSUR	11	В	Р	RUN 2254.9' OF 9 5/8 36# J-55 CSG FLOAT COLLAR @ 2210.1' RIG DOWN AIR RIG
	17:00 - 18:00	1.00	DRLSUR	15	Α	Р	CEMENT SURFACE WITH 350 SKS @ 15.8# 1.15 5.0 GAL/SK NO RETURNS THRU OUT JOB 280 PSI LIFT LAND PLUG W/700 PSI FLOATS DID NOT HOLD SHUT IN WELL
	18:00 - 18:30	0.50	DRLSUR	15	Α	P	1ST TOP JOB 100 SKS DOWN BS WOC
	18:30 - 20:30	2.00	DRLSUR	15	Α	P	2ND TOP JOB 150 SKS DOWN BS WOC
	20:30 - 22:30	2.00	DRLSUR	15	Α	P	3RD TOP JOB 75 SKS DOWN BS GOOD CMT TO SURFACE AND STAYED AT SURFACE
	22:30 - 22:30	0.00	DRLSUR				NO VISIBLE LEAKS PIT HAS 2 FEET IN IT WORT
4/24/2009	17:00 - 20:00	3.00	RDMO	01	E	P	RIG DOWN SET OUT FRONT END HAD 2 BED TRUCK & 1 FORK LIFT STARTED @ 12:00 QUIT @ 14:30 SET FRONT END OUT
	20:00 - 0:00	4.00	RDMO	12	D	Р	WAIT ON DAY LIGHT
4/25/2009	0:00 - 7:00	7.00	RDMO	12	D	P	WAIT ON DAY LIGHT
	7:00 - 7:30	0.50	RDMO	12	D	Р	HELD SAFTY MEETING WITH TRUCK DRIVER, CRAIN OPERATOR, RIG CREWS BRUCE,TOOLPUSHER & MYSELF
	7:30 - 16:00	8.50	RDMO	01	Α	Р	RIG DOWN MOVE TO NEW LOCATION HAD 5 BED TRUCKS, 2 HAUL TRUCKS, 2 FORK LITS, 2 SWANPER FOR TRUCK, 2SWANPER FOR CRAIN HAD 2 CREW 10 MEN RELEASED TRUCKS, CRAIN @ 16:30 4/25/2009 RIG UP
	16:00 - 21:30	5.50	MIRU	01	В	P	RIG UP ROTARY TOOLS
	21:30 - 0:00	2.50	MIRU	13	Α	P	NIPPLE UP BOPS
4/26/2009	0:00 - 1:30	1.50	DRLPRO	13	Α	P	NIPPLE UP BOPS
	1:30 - 6:30	5.00	DRLPRO	13	С	Р	TEST BOPS PIPE, BLIND RAMS, HCR WING VALVES, UPPER, LOWERKELLY VALVES, CHECK, CHOKE MANIFOLD, FLOOR VALVES HIGH 5,000 PSI, LOW 250 HY-DRILL 2500 PSI HIGH LOW 250, CASING 1500 PSI HIGH 250 LOW
	6:30 - 8:00	1.50	DRLPRO	06	D	Р	SLIP & CUT DRILLING LINE
	8:00 - 9:30	1.50	DRLPRO	05	Α	P	INSTALL WEAR BUSHING HAD TROULE GET IT TO RELESE
	9:30 - 10:30	1.00	DRLPRO	05	Α .	P	HELD SAFTY MEETING W/ SCIENTIFIC & WEATHFORD & RIG UP WEATHFORD
	10:30 - 13:30	3.00	DRLPRO	05	Α	Р	PICK UP MWD TOOLS, BHA,TAGED CMT @2226

Operation Summary Report

 Well: NBU 1022-10FT
 Spud Conductor: 4/11/2009
 Spud Date: 4/16/2009

 Project: UTAH
 Site: UINTAH
 Rig Name No: PIONEER 69/69, PROPETRO/

 Event: DRILLING
 Start Date: 4/16/2009
 End Date:

Event: DRILLII	NG			Start Da	te: 4/16	5/2009		End Date:
Active Datum:	RKB @5	,120.00ft (above Mear	Sea	UWI:	0/10/S/22/E	E/10	/0/SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0
Level)			Б				E A	J MD From Operation
Date	A Committee of the Comm	Fime art-End	Duration (hr)	Phase	Code	Subco de2	P/l	J MD From Operation (ft)
	13:30	- 14:00	0.50	DRLPRO	05	Α	Р	TEST MUD PUMPS, LINES FOR LEAKS
		- 15:00	1.00	DRLPRO	02	F	Ρ	DRILL CMT F/ 226 TO 2257 DILL FLOAT COLLAR, SHOE
		- 15:30	0.50	DRLPRO	06	Α	Р	RIG SER
		- 16:30	1.00	DRLPRO	02	D	Ρ	DRILL F/ 2257 TO 2367' 10 TO 12 K PSK 118 PSI 1496 447 GPM
	16:30	- 18:30	2.00	DRLPRO	09	D	Ρ	SURVEY TO SEE WHERE OLD WELL IS N W 2' AHEAD OF OLD WELL PUT 7' SLIDE RANING EVERY 2'
	18:30	- 0:00	5.50	DRLPRO	02	D	Ρ	DRILL F/ 2367 TO 2487' KEEP ROP DOWN TO 60 TO 100' SO TOOL WOULD KEEP READING AS WE DRILL 6-8 K PUMP 1496 118 SPM 447 GPM OFF BOTOM PSI 1320 PSI ROTATING 96.46 % SLID 3.54 %
4/27/2009	0:00	- 16:00	16.00	DRLPRO	02	D	P	DRILL, SLIDE F/ 2487 TO 4658 WT 12TO14 K PUMP 120 SPM 455 GPM ROTARY 43 DH 100 RPM OF BOTTOM 1420 ON BOTTOM 1760 PSI ROP 189'
		- 16:30	0.50	DRLPRO	06	Α	Ρ	RIG SER
	16:30	~ 0:00	7.50	DRLPRO	02	D	Р	DRILL F/ 4658 TO 5355' WT 12TO14 K PUMP 120 SPM 455 GPM ROTARY 43 DH 100 RPM OF BOTTOM 1540 ON BOTTOM 17601800 PSI ROP 130'
4/28/2009	0:00	- 15:00	15.00	DRLPRO	02	D	P	DRILL F/ 5355' TO 6302 WT 12TO14 K PUMP 120 SPM 455 GPM ROTARY 43 DH 100 RPM OF BOTTOM 1540 ON BOTTOM 1800 PSI ROP 40 TO 100
	15:00	- 15:30	0.50	DRLPRO	06	Α	Р	RIG SER
	15:30	- 0:00	8.50	DRLPRO	02	D	Ρ	DRILL F/6302 TO 6776 WT 16TO18 K PUMP 120 SPM 455 GPM ROTARY 43 DH 100 RPM OF BOTTOM 1600 ON BOTTOM 2283 PSI ROP 40 TO 60.
4/29/2009		- 16:00	16.00	DRLPRO	02	В	Р	DRILL 6776 TO 7599' 823' @ 51.4 FPH, W0B 20, RPM 50, MRPM 99.8, SPM 120, GPM 454, PU/SO/ROT 172/150/155, ON/OFF PSI 2610/2430,DIFF PSI 180, VIS 39, WT 10.7
		- 16:30	0.50	DRLPRO	06	Α	Ρ	RIG SERVICE
	16:30	- 0:00	7.50	DRLPRO	02	В	Р	DRILL 7599' - 8010' 411' @ 54.8 FPH, WOB 20, RPM 50, MRPM 99.8, SPM 120, GPM 454, PU/SO/RT 165/148/ 160, ON/OFF PSI 3042/2750, DIFF PSI 292, VIS 40, MW 11.4
4/30/2009	0:00	- 5:00	5.00	DRLPRO	02	В	Р	DRILL 8010' - 8114' 104' TOTAL @ 20.8 FPH, WOB 20/22, RPM 50, MRPM 99.8, SPM 120, GPM 454, PU/SO/ROT 175/150/160, ON/OFF PSI 2700/2600, DIFF PSI 100, VIS 40, MW 11.5
	5:00	- 6:30	1.50	DRLPRO	04	Α	Ρ	CIRCULATE,MIX & PUMP PILL F/ BIT TRIP
	6:30	- 11:30	5.00	DRLPRO	05	Α	Ρ	TFNB,LAYDOWN DIR TOOLS, BENT HOUSING MTR & BIT
	11:30	- 16:30	5.00	DRLPRO	05	Α	Р	CLEAR CATWALK, PICTURE & PICK UP NEW MOTOR & BIT, TIH. GAS MIGRATED TO SURFACE 10' - 15' FLARE.
	16:30	- 18:00	1.50	DRLPRO	03	E	þ	TIGHT SPOT @ 7965',KELLY UP WASH & REAM F/ 7925' - 8114' 189' TO BOTTOM,NO FILL. CIRC OUT GAS 350 PSI LOSS W/ 20'-30' FLARE THRU BUSTER 11.6 MW IN 11.4 MW OUT
	18:00	- 22:30	4.50	DRLPRO	02	В	Р	DRILL 8114' - 8455' 341'TOTAL @ 75.7 FPH, WOB 18, RPM 50, MRPM 104,125 SPM, 473 GPM, PU/SO/ROT 183/175/169, ON/OFF PSI 2823/ 2486, DIFF PSI 337, VIS 41, MW 11.9

Operation Summary Report

 Well: NBU 1022-10FT
 Spud Conductor: 4/11/2009
 Spud Date: 4/16/2009

 Project: UTAH
 Site: UINTAH
 Rig Name No: PIONEER 69/69, PROPETRO/

 Event: DRILLING
 Start Date: 4/16/2009
 End Date:

Active Datum: RKB @5,120.00ft (above Mean Sea UWI: 0/10/S/22/E/10/0/SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0

Level)	RKB @5,120.00ft (a	ibove iviear	Sea	GVVI: U/	UVVI: 0/10/\$/22/E/10/0/\$ENVV/6/PM/N/2,200.00/VV/0/2,094.00/0/0				
Date	Time Start-End	Duration (hr)	Phase	Code	Subco de2	P/U	MD From (ft)	Operation	
5/1/2009	22:30 - 0:00 0:00 - 0:30	1.50 0.50	DRLPRO DRLPRO	04	D D	X		HOLE TAKING FLUID @ 8440' W/ 11.9+ MW, 68 BBL LOSS. PICK UP CIRC & MIX LCM TO 3%,SHAKERS BYPASSED. BUILD VOLUME. CIRC RAISE LCM TO 3%,BUILD VOLUME	
	0:30 - 3:30	3.00	DRLPRO	02	В	Р		DRILL 8455' - 8620' 165' TOTAL @ 55.0 FPH, WOB 18, MRPM 84, SPM 100, GPM 379, PU/SO/ROT 171/160/165, ON/OFF PSI 2110/1751, DIFF PSI 359, VIS 41, MW 12.1	
	3:30 - 5:00	1.50	DRLPRO	04	С	Р		CIRCULATE F/ SHORT TRIP	
	5:00 - 6:00	1.00	DRLPRO	05	E	Р		SHORT TRIP 10 STDS TO 7988'	
	6:00 - 9:00	3.00	DRLPRO	04	С	Р		CIRCULATE TO LDDS, 5200 UNITS BOTTOMS UP GAS, 15'-20' FLARE 12.1 MW IN / 11.9 MW OUT	
	9:00 - 15:00	6.00	DRLPRO	05	Α	Р		HELD SAFETY MEETING. LD DP,BRK DOWN KELLY & LD BHA.PULL WEAR BUSHING	
	15:00 - 20:00	5.00	DRLPRO	80	F	Р		HELD SAFETY MEETING. RIG UP BAKER & RUN TRIPLE COMBO LOGGS F/ 8621' TO SHOE & GAMMA RAY TO SURFACE,RIG DOWN LOGGERS	
	20:00 - 21:00	1.00	DRLPRO	11	Α	Р		HELD SAFETY MEETING. RIG UP WEATHERFORD CSG CREW.	
	21:00 - 0:00	3.00	DRLPRO	11	В	Р	· · ·	RUN 4.5 PRODUCTION CSG. 37 CENTRALIZERS RAN TO TOP OF WASATCH @ 4225'	
5/2/2009	0:00 - 2:30	2.50	DRLPRO	11	B	Р		RUN 4.5" PRODUCTION CSG,RIG DOWN WEATHERFORD	
	2:30 - 4:30	2.00	DRLPRO	04	E	P		HELD SAFETY MEETING. RIG UP BJ HEAD & CIRC OUT GAS W/ RIG PUMP. GAS MIGRATED TO SURFACE. 5300 UNITS BOTTOMS UP GAS 20' - 30' FLARE.	
	4:30 - 7:00	2.50	DRLPRO	15	A	P		SWITCH LINES & PSI TEST BJ LINES TO 4500 PSI. PUMP 40 BBLS FRESH WATER @ 8.3 PPG. PUMP LEAD 198 BBLS, 480 SCKS PREMIUM LITE 11CEMENT @ 12.1 PPG,2.31 cF/SACK YIELD. PUMP TAIL 277 BBLS, 1185 SCKS 50:50:2 POZ MIX CEMENT @ 14.3 PPG,1.31 cF/SACK YIELD. FLUSH LINE & DROP PLUG, DISPLACE W/ 132.8 BBLS WATER W/ CLAYTREAT + I GL MAGNACIDE & CORROSION INHIBITER. BUMP PLUG W/ 3200 PSI. ORIGINAL PUMPING PSI WAS 2700, 500 OVER PSI, 100% RETURNS W/ 10 BBLS CEMENT BACK TO SURFACE,1.5 BBLS BLEED OFF. FLUSHED STACK & SET MANDREL W/ 50K STRING WT. RIG DOWN BJ. TOP OF TAIL @ 3667' CSG SHOE 8612'. FLOAT 8569'	
	7:00 - 12:00	5.00	DRLPRO	13	A	Р		NIPPLE DOWN BOP, INSTALL NIGHT CAP & CLEAN MUD PITS. RELEASE RIG @ 12:00 05/02/2009	

ROCKIES Operation Summary Report Spud Conductor: 4/11/2009 Spud Date: 4/16/2009 Well: NBU 1022-10FT Project: UTAH Site: UINTAH Rig Name No: MILES-GRAY 1/1 Event: COMPLETION Start Date: 6/15/2009 End Date: 6/25/2009 UWI: 0/10/S/22/E/10/0/SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0 Active Datum: RKB @5,120.00ft (above Mean Sea Level) Code Subco P/U MD From Operation Date Time Duration Phase Start-End (ft) (hr) de2 7:00 48 6/18/2009 - 7:30 0.50 MOVE IN RURIG NU TEST BOPS RUFLOOR & 7:30 - 17:00 9.50 30 TUB EQUIP PU 272 JNTS OF 2-3/8 J-55 TUBING TAG FILL @ 8548' NU PUMP C/O TO 8568' POOH ND BOPS NU FRAC VALVES SDFN 7:00 - 7:30 48 JSA PRESS TESTING 6/19/2009 0.50 7:30 - 15:00 30 RU & TEST CAS & FRAC VALVES TO 7500 PSI RU 7.50 AND PERF MESA VERD FROM 8470-8540' READY TO FRAC MON MORN SWIFW. 7:00 - 7:30 0.50 48 JSA FRAC/W/L SAFETY 6/22/2009 7:30 - 15:00 7.50 30 MOVE IN NU SCH. FOR FRAC, PRESS TEST PUMPS & LINES TO 8000 PSI FRAC STAGE #1 8470'- 8540' {42} HOLES STG #1 WHP= 1729 PSI BRK DWN PERFS @ 4101 PSI, INJ PSI=5200 PSI, INJ RATE= 50 BPM. ISIP=2400 PSI, FG=.71, PUMPED 2423 BBLS SLK WTR W/83452# 30/50 MESH, W/50000# RESIN COAT IN TAIL, ISIP=2600 PSI, FG=.74, AR=45.2, AP=4246, MR=49.4, MP=6645 PSI, NPI= 200, W/ 28/42 CALC PERFS OPEN 68% STG #2[DEFIT] P/U RIH W/HALIBURTON 8K CBP & PERF GUN SET CBP @ 8320' PERF MESA VERDE USING 3-3/8", 23 GRM, 0.36" HOLE. 8061'-8064' 3 SPF, 120* PH, 9 HOLES RU DELSCO RIH W/ HALIBURTON DOWNHOLE GAUGES 8050' WHP= 797 PSI, BREAK DWN PERFS=2306 PSI, FG=.73, ISIP= 2400 PSI. SWI @ 11:30AM 12 HR DEFIT. 6/23/2009 6:00 - 6:30 JSA S/L SAFETY 0.50 48

		ROCKIE peration Sumn)	
Well; NBU 1022-10FT	Spud C	onductor: 4/11/2009	Spud Date: 4/16/2009
Project: UTAH	Site: UI	NTAH	Rig Name No: MILES-GRAY 1/1
Event: COMPLETION	Start D	ate: 6/15/2009	End Date: 6/25/2009
Active Datum: RKB @5,120.00ft (abov Level)			/SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0
Date Time Du Start-End	uration Phase (hr)	Code Subco P/U de2	MD From Operation (ft)
6:30 - 17:00	10.50	30	POOH W/DWN HOLE GAUGES RU RIH W/ PERF GUNS PERF MESA VERDE USING 3-3/8" EXPEND, 23 GM, 0.36" HOLE. 8160'-8164' 120" PH, 12 HOLES 8256'-8258' 120" PH, 6 HOLES 8256'-8290' 90" PH, 16 HOLES 8286'-8290' 90" PH, 16 HOLES WHP= 1120PSI BRK DWN PERFS @ 2650PSI, INJ PSI=5100#, INJ RT=50, ISIP=2350#, FG=.72, PUMP'D 2889 BBLS SLICK WTR W/ 111702# 30/50 MESH, W/ 5000# RESIN COAT TAIL, ISIP=2600 PSI, FG=.75, AR= 47, AP=4299, MR=50.6, MP=5523, NPI=250 PSI, W/20/43 PERFS OPEN 66% STAGE# 3 PU RIH W/ HALIBURTON 8K CBP & PERF GUN , SET CBP @ 7990', PERF MESA VERDE USING 3-3/8" EXPEND, 23 GM, 0.30" HOLE. 7776-7778 3 SPF, 120" PH 6 HOLES 7874'-7878' 3 SPF, 120" PH 9 HOLES 7874'-7878' 3 SPF, 120" PH 16 HOLES 7846'-7950' 4 SPF, 90" PH 16 HOLES 7856'-7950' 4 SPF, 90" PH 16 HOLES 7856'-7950' 4 SPF, 90" PH 10 HOLES 7856'-7951', 3 SPF, 120" PH 9 HOLES 7856'-7951', 3 SPF, 120" PH 9 HOLES 7856'-7851', 3 SPF, 120" PH 9 HOLES 7851'-7854', 4 SPF, 90" PH 12 HOLES 7852', PERF 7851'-7854', 4 SPF, 90" PH 12 HOLES 7852', PERF 7851'-7854', 4 SPF, 90" PH 12 HOLES 7852', PERF 7852', AP=600#, 26/42 CALC PERFS OPEN 63%. STAGE# 5{ DEFIT} PU RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @ 7352', PERF 7852', AP=600#, 1501 FT 1111 SIN PSI=#, 1117 RT=5 BPM, 151P=2000#, FG=71-, PUMP'D 1000 GALS SLK WTR SWIF 12 HRSFOR DEFIT
7:00 - 7:30	0.50	48	JSA W/L & PRESS SAFETY

Operation Summary Report									
Well: NBU 1022-10FT	Spud	oud Date: 4/16/2009							
Project: UTAH	Site: \	JINTAH	Rig Name No: MILES-GRAY 1/1						
Event: COMPLETION		Date: 6/15/2009	End Date: 6/25/2009						
Active Datum: RKB @5,120.00ft (about Level)	ve Mean Sea	UWI: 0/10/S/22/E/10/0/SEN	IW/6/PM/N/2,200.00/W/0/2,094.00/0/0						
Date Time D Start-End 7:30 - 17:00	uration Phase (hr) 9.50		MD From Operation POOH W/ SLICK LINE LD TOOLS STAGE# 5 PU RIH W/ HALIBURTON 8K CBP & PERF GUN , SET CBP @ 7990', PERF MESA VERDE USING 3-3/8" EXPEND, 23 GM, 0.30" HOLE 7136'-7140' 2 SPF 180* PH 8 HOLES 7158'-7162' 3 SPF 120* PH 12 HOLES						
			WHP=720# BRK DN PERFS @2545 #, INJ PSI=4900#, INJT RT=50 BPM, ISIP=1750#, FG=.67., PUMP'D 998.9 BBLS SLK WTR W/ 37961# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=2600#, FG=.79, AR=43, AP=4120#, MR=50.5, MP=5321#, NPI=850#, 28/44 CALC PERFS OPEN 66%.						
			STAGE# 6 PU RIH W/ HALIBURTON 8K CBP & PERF GUN , SET CBP @ 7080', PERF MESA VERDE USING 3-3/8" EXPEND, 23 GM, 0.30" HOLE 6831'-6834' 2 SPF 180* PF 6 HOLES 6918'-6922' 3 SPF 120* PH 12 HOLES 7048'-7054' 4 SPF 90* PH 24 HOLES						
			WHP=300# BRK DN PERFS @2027 #, INJ PSI=5700#, INJT RT= 50BPM, ISIP=1600#, FG=.66, PUMP'D 1231.1 BBLS SLK WTR W/47957 # 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=2100#, FG=.73, AR=45.8, AP=4558#, MR=50.5, MP=5883#, NPI=500#, 35/42 CALC PERFS OPEN.						
6/25/2009 7:00 - 7:30 7:30 - 7:30	0.50 0.00	48 30	PU RIH W/ HALIBURTON 8K CBP FOR KILL PLUG @6781' RD MO CUTTERS & SCHLUMBERGER ND FRAC VALVES NU BOPS, RU FLOOR & TUB EQUIP RIH TAG KILL PLUG PU PWR SWVL PREP TO DRILL IN AM SWIFN. DRILL PLUGS PRESS SAFETY SIWP=0 PSI EST CIRC W/ RIG PMP						
7.50	0.00	30	PLUG #1 DRILL THROUGH HALI 8000K CBP @ 6781' IN 12 MIN W/ 200# INCREASE.						
			PLUG # 2 CONTINUE TO RIH TAG SAND @ 7050 {30'FILL}C/O & DRILL THRU HALI 8K CBP IN 15 MIN 200# INCREASE						
			PLUG # 3 CONTINUE TO RIH TAG SAND @ 7322' {30'FILL} C/O & DRILL THRU HALI 8K CBP IN 17 MIN 300# INCREASE						
			PLUG # 4 CONTINUE TO RIH TAG SAND @7654' {30' FILL} C/O & DRILL THRU HALI 8K CBP IN 13 MIN 500# INCREASE.						
			PLUG #5 CONTINUE TO RIH TAG SAND @ 7950' {30' FILL} C/O & DRILL THRU HALI 8K CBP IN 15 MIN 500# INCREASE						
			PLUG # 6 CONTINUE TO RIH TAG SAND @8290' {30' FILL} C/O & DRILL THRU HALI 8K CBP IN 12 MIN 700# INCREASE CIRC CLEAN POOH LD 60 JNTS LAND WELL ON HANGER W/ 212 JNTS OF 2-3/8" J-55 TUBING EOT @ 6693 RD FLOOR & TUB EQUIP ND BOPS NU WELL HEAD DROP BALL PUMP OFF BIT SUB WAIT 30 MIN TURN WELL OVER TO FBC						

						110		
				0	perati	ion Si	umm	ary Report
Well: NBU 102	2-10FT	ene en este in entre pro-entre in en		Spud C	onductor:	4/11/20	09	Spud Date: 4/16/2009
Project: UTAH	,			Site: UII	HATN			Rig Name No: MILES-GRAY 1/1
Event: COMPL	ETION			Start Da	ite: 6/15/2	2009		End Date: 6/25/2009
Active Datum: Level)	ctive Datum: RKB @5,120.00ft (above Mean Sea UWI: 0/10/S/22/E/10/0/SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0 evel)						SENW/6/PM/N/2,200.00/W/0/2,094.00/0/0	
Date	\$10000 mm	Time art-End	Duration (hr)	Phase	Code	Subco de2	P/U	MD From Operation (ft)
6/26/2009	7:00	-		PROD	33	А	P	7 AM FLBK REPORT: CP 2950#, TP 1950#, 20/64" CK, 50 BWPH, TRACE SAND, GAS TTL BBLS RECOVERED: 2625 BBLS LEFT TO RECOVER: 8819
6/27/2009	7:00	-		PROD	33	Α	Р	7 AM FLBK REPORT: CP 3000#, TP 2125#, 20/64" CK, 38 BWPH,TRACE SAND, - GAS TTL BBLS RECOVERED: 3628 BBLS LEFT TO RECOVER: 7816
	9:30	-		PROD	50			WELL TURNED TO SALE @ 0930 HR ON 6/27/2009 - FTP 2325#, CP 3050#, 1.65 MCFD, 38 BWPD, 16/64 CK
6/28/2009	7:00	-		PROD	33	Α	Р	7 AM FLBK REPORT: CP 3000#, TP 2400#, 20/64" CK, 30 BWPH, TRACE AND, - GAS TTL BBLS RECOVERED: 4424 BBLS LEFT TO RECOVER: 7020
6/29/2009	7:00	-		PROD	33	Α	Р	7 AM FLBK REPORT: CP 2950#, TP 2375#, 16/64" CK, 20 BWPH,TRACE SAND,-GAS TTL BBLS RECOVERED: 4976 BBLS LEFT TO RECOVER: 6484

	STATE OF UTAH		FORM 9
	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINI		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-025187
SUNDE	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen ex ugged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-10FT
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047401960000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	Street, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2200 FNL 2094 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SENW Section: 10	IP, RANGE, MERIDIAN: Township: 10.0S Range: 22.0E Meridian: S		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	☐ CHANGE WELL NAME
11/3/2009	☐ CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN [FRACTURE TREAT	☐ NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK
_	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	☐ TUBING REPAIR	VENT OR FLARE	☐ WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION ■	OTHER	OTHER: Frac Factory Pit and Re
Kerr-McGee Oil & Ga this well pad for com requirements in the pad, Kerr-McGee is al pit to be utilized for 2-400 bbl upright sk water into these tan purpose of the skim t associated with the o We plan to keep this	COMPLETED OPERATIONS. Clearly show all perting to a policion operations. The refurb per COA of the APD. Upon completes requesting to utilize this pit other completion operations in the completion operations before the water is placed in the completion operations before the completion operations are completed in this pit and utilized for the complete complete the complete completed in this pit and utilized for the complete c	Accepted by the Utah Division of I, Gas and Mining RECORD ONLY	
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBER 720 929-6156	TITLE Regulatory Analyst	
SIGNATURE	720 323-0130	DATE	
N/A		11/2/2009	

Sundry Number: 41495 API Well Number: 43047401960000

	STATE OF UTAH		FORM 9
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-025187
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	oposals to drill new wells, significantly or reenter plugged wells, or to drill horizor n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-10FT
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047401960000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-0	9. FIELD and POOL or WILDCAT: 5.NIATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2200 FNL 2094 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 10 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOF	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
7/18/2013	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	✓ OTHER	OTHER: PRODUCTION ENHANCEMEN
The operator cond the subject well on	completed operations. Clearly show a ucted the following workove a 7/18/2013. Please see the awell history for details. Thank	r/wellbore cleanout on attached chronological	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY September 12, 2013
NAME (PLEASE PRINT) Teena Paulo	PHONE NUMBI 720 929-6236	TITLE Staff Regulatory Specialist	
SIGNATURE N/A		DATE 8/16/2013	

US ROCKIES REGION											
Operation Summary Report											
	Vell: NBU 1022-10FT Spud Conductor: 4/11/2009 Spud Date: 4/16/2009										
Project: UTAH-L	JINTAH		Site: NBU	1022-10	FT			Rig Name No:			
Event: WELL W	ORK EXPENSE		Start Date	: 7/18/20)13			End Date:			
Active Datum: R Level)	KB @5,120.00u	sft (above Mean So	ea	UWI: 0/	10/S/22/E	E/10/0/SEN	NW/6/PM/N/2,20	0.00/W/0/2,094.00/0/0			
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation			
7/18/2013	6:30 - 7:0	0.50	MAINT	48		Р		JSA-SAFETY MEETING			
	7:00 - 9:0	00 2.00	MAINT	30	Α	Р		ROAD RIG FROM NBU 921-20 M TO LOC			
	9:00 - 13:	00 4.00	MAINT	30	A	Р		MIRU SERVICE UNIT, PUMP 40 BBLS WTR DN CSG AND TBG TO CONTROL WELL,N/D WH, N/U BOPS, TBG STUCK, PULLED TBG HANGER, WORK TBG W/ PULLING FREE,			
	13:00 - 17:	00 4.00	MAINT	31	I	Р		R/U SCAN TECH, TOOH W/ 2 3/8" J-55 TBG, SCAN TBG OUT W/ 198 JTS YELLOW BAND AND 14 JTS RED BAND, 212 TOTAL JTS, SHUT WELL IN SDFN			
7/19/2013	6:30 - 7:0	0.50	MAINT	48		Р		JSA-SAFETY MEETING			
	7:00 - 9:3	30 2.50	MAINT	31	I	Р		200# ON WELL BLOWED DN TO TK, P/U 3 7/8" MILL RIH W/ 2 3/8" J-55 TBG, TAG 6700',			
	9:30 - 17:		MAINT	44	D	Р		R/U SWIVEL AND FOAM UNIT C/O SCALE FROM 6700' TO 6888', RIH TAG SCALE 7318', C/O SCALE TO 7506', RIH TAG FILL 8525', C/O FILL TO 8550', TAG OLD POBS, CIRC WELL CLEAN W/ FOAM UNIT, R/D FOAM UNIT AND SWIVEL, P/O LAY DN 18 JTS ON TRAILER, TOOH 75 STANDS, TO @ 3500', SHUT WELL IN SDFWE			
7/22/2013	7:00 - 7:		WO/REP	48		Р		SAFETY = JSA.			
	7:15 - 13:	00 5.75	WO/REP	31		Р		SICP = 840#. SITP= 820#. BLOW DOWN WELL. CONTROL TBNG W/ 20BBLS TMAC. FINISH POOH W/ REMAINDER OF TBNG. L/D POBS & 3-7/8" MILL. P/U & RIH W/ NOTCH XN COMBO + 254 JTS 2-3/8" J-55 TBNG. BROACH TBNG WHILE RIH. CONTROL WELL AS NEEDED. WELL LANDED AS FOLLOWS: KB = 18.00' HANGER= .83'			
								254 JTS 2-3/8" J-55 4.7# TBNG =7991.08'			
								1.875" NOTCH XN COMBO = 1.10' EOT @8011.01'			
								R/D FLOOR. NDBOP. NUWH. SWI. RDMOL			

8/13/2013 3:02:43PM 1

Sundry Number: 61675 API Well Number: 43047401960000

	STATE OF UTAH			FORM 9
ι	DEPARTMENT OF NATURAL RESOUF DIVISION OF OIL, GAS, AND M			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-025187
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	oposals to drill new wells, significantly reenter plugged wells, or to drill horiz n for such proposals.			7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBER: NBU 1022-10FT
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	SHORE, L.P.			9. API NUMBER: 43047401960000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 802		NE NUMBER: 720 929-6	9. FIELD and POOL or WILDCAT:
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2200 FNL 2094 FWL				COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: SENW Section: 1	HIP, RANGE, MERIDIAN: 10 Township: 10.0S Range: 22.0E Mei	eridian: S	3	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICA	ATE NA	TURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION			TYPE OF ACTION	
	ACIDIZE		TER CASING	CASING REPAIR
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS		IANGE TUBING	CHANGE WELL NAME
Approximate date work will start:	CHANGE WELL STATUS		DMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
✓ SUBSEQUENT REPORT				
Date of Work Completion: 3/19/2015	DEEPEN	FRACTURE TREAT		☐ NEW CONSTRUCTION
3, 13, 23 13	OPERATOR CHANGE	∐ PL	UG AND ABANDON	LI PLUG BACK
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	☐ RE	CLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of opus.	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL		DETRACK TO REPAIR WELL	TEMPORARY ABANDON
_	TUBING REPAIR	VE	NT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	☐ sı	TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	√ oπ	HER	OTHER: RADIO SITE
12 DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show			<u> </u>
Kerr-McGee Oil & Gattached to a pole of at 39 deg 57 51.5 Bitter Creek Maniforwell. The equipmer Ghz radio. The radio connects only with 12.87 N, 109 deg Bitter Creek Ma	as Onshore, LP has installed in a water pipeline manifold 7 N, 109 deg 25 30.93 W and the closest well location and the Bitter Credio equipment located on the the 1022-10C Tower, which 25 41.25 W. Attached is a unifold site as it is currently	ed a h d facil and is on is th eek M he Bitt h is lo locati	ouse-mounted radio ity, which is located referred to as the ne NBU 1022-10FT lanifold is one 5.2 ter Creek Manifold ocated at 39 deg 58 on diagram of the ed. Thank you.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY March 23, 2015
NAME (PLEASE PRINT) Kristina Geno	PHONE NUM 720 929-6824	MBER	TITLE Regulatory Analyst	
SIGNATURE			DATE 3/19/2015	

